MAY 1 4 1981



DIVISION OF OIL, GAS & MINING

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF WATER RIGHTS

DEE C. HANSEN STATE ENGINEER

EARL M. STAKER DEPUTY

200 EMPIRE BUILDING 231 EAST 400 SOUTH SALT LAKE CITY, UTAH 84111 (801) 533-6071

DIRECTING ENGINEERS HAROLD D. DONALDSON DONALD C. NORSETH STANLEY GREEN ROBERT L. MORGAN

May 8, 1981

Mr. James W. Smith, Jr. Coordinator of Mined Land Development Utah Division of Oil, Gas, and Mining 1588 West North Temple Salt Lake City, Utah 84116

> RE: Silver State Mining, Inc. Silver Creek Tailings Summit County, Utah

Dear Mr. Smith:

This office has completed its review of the Notice of Intention to Commence Mining Operations filed by the above mentioned Company. The details of the two ponds are lacking data such as slopes of berms, material to be used, compaction required, and liner installation.

Our records were researched and we could not find a water right application for the mining and reprocessing. This application must be completed and approved prior to diverting and using any waters.

We are, also, extremely concerned about the potential for contamination to the surface and groundwater networks within the watershed. I assume that the Department of Health will be asked to comment.

I request that construction plans and specifications for the ponds be submitted for my approval.

Sincerely,

Dee C. Hansen,

State Engineer

DCH/RLM/cpm

cc: Rex Larsen

Silver State Mining, Inc.